CONFIDENTIAL CLAIM RETRACTED

DATE: 5/14/13 AUTHORIZED BY:

REDACTED VERSION

Several gullies in waste dump slopes have become larger, and a few cracks are developing in the Gavilan Mesa Highwall. However, none of the gullies or cracks appear to indicate an increased possibility of massive slope or highwall failure. The water level in the South Paguate Pit has risen several feet and is now above the P-13 Mine adits. Anaconda personnel were salvaging miscellaneous surface equipment in the Paguate Pit, presumably for the equipment auction that will be held at the mine site in the near future.

Berms to prevent the erosion of protore into the Rio Paguate are in need of repair, especially along protore stockpile 10. Also, at least one gate in the North Paguate Pit was open and would not prevent livestock access to water ponded in the pit bottom. Anaconda will be advised to inspect, repair and maintain all erosion control berms, fences and gates as necessary.

No violations of approved operating plans, lease terms, or temporary abandonment requirements were observed.

cc:

Area Director, Albuquerque Area Office, BIA Superintendent, Laguna Agency, BIA

Governor, Pueblo of Laguna

Area Manager, Rio Puerco RA DMM-Mining

Finspection File: Laguna 1 4 and 8

IR file Chron

017:DCJones:tt:5/10/83

